nounced, from time to time, several policy measures for encouraging export of projects including the construction sector. These *inter alia* include grant of 10 per cent project assistance, reimbursement of 50 per cent of cost of preparation and submission of bids income tax relief upto 50 per cent on profits and gains from projects export and concessional import duty on import into India of project-used machinaries and equipment.

(d) Yes, Sir. The Government is aware of the recommendation of the FICCI. As mentioned above in reply to part (c) of the Question, Government is giving some fiscal incentives to project exporters. As regards suggestion for amending the Foreign Exchange Regulation Act 1973, it is not considered necessary to amend the Act at present.

Expert of DUAL Purpose Chemicals

506. SHRI S. MADHAVAN: Will the Minister of COMMERCE be pleased to state:

(a) whether Government have decided to put into operation a system of control on the export of dual purpose chemicals which can be used for the manufacture of chemical weapons;

(b) if so, what are the details thereof, and

(c) whether a list of chemicals the export of which require prior clearance of Government has been finalised and if so, what are the details thereof?

THE DEPUTY MINISTER IN THE MINISTRY OF COMMERCE (SHRI SHANTILAL PURUSHOTTAMDAS PATEL): (a) Yes, Sir.

(b) and (c) The Government have decided to allow export of Phosphorous Oxqcloride Phoshorous Trichloride and Thionyl Cholride under OGL No. 3 subject to production of No Objection Certificate from Ministry of Petroleum and Chemicals (Department of Chemicals and Petrochemicals) New Delhi.

Setting up of a Project Its Manufacture of Pig Iron

507. SHRI S. MADHAVAN: Will the Minister of STEEL AND MINES be pleased to state:

(a) whether Government are examining the feasibility of setting of pig project for the manufacture of pig iron by using lignite char in a mini furnace;

(b) if so, what are the details of such a project;

(c) whether there is any proposal to instal a plant to produce lignite char and if so, what are the details thereof; and

(d) what steps are being taken to meet the demand for pig iron?

THE MINISTER OF STEEL AND MINES (SHRI ASHOKE KUMAR SEN): (a) to (c) A suggestion has been made by Confederation of Engineering Industry (W.R.) for the setting up of pig iron units using lignite char in a min-furnace. As the technology for this route has not yet been established, studies regarding its viability would be necessary.

(d) The manufacture of pig iron have been delicensed and the secondary sector is being encouraged to set up such units. They are being provided assistance in various areas to facilitate early implementation of the project.

Potential of Indian Projects in Power Generation in South East Asian Countries

508. SHRI S. MADHAVAN: Will the Minister of COMMERCE be pleased to state:

(a) whether Government have received any report from the Confederation of Engineering Industry about